



Accounting for Income Taxes: Applying SFAS No. 109/FIN 48: A Whole New Ballgame!

No other area in accounting is as far-reaching or requires knowledge of a vast number of topics in financial and tax accounting, as accounting for deferred taxes. Traditionally, understanding the complex provisions of FAS 109 typically fell on the shoulders of accountants in business & industry and their independent auditors. Now, with the FASB's issuance of FIN 48, it is essential that tax professionals, both in industry and public practice, now become active participants in this process. In addition to applying this complex standard to many common differences between financial accounting and tax compliance, you must now identify uncertain tax positions and apply specific criteria to recognize, measure, and disclose these positions in the financial statements. Gain a sound knowledge of the theory of deferred taxes and how this theory can be applied to practical situations. Many practical examples illustrate the theory, and the information is presented so you can apply this theory to any situation.

OBJECTIVES

Upon completion of this course, participants will be able to:

- Apply the complex rules of SFAS No. 109 to new and challenging situations
- Apply the provisions of FIN 48 to uncertain tax positions
- Identify and properly classify deferred tax assets and deferred tax liabilities
- Complete a worksheet that provides documentation for the reporting and disclosure requirements and in preparation of required journal entries
- Properly account for operating loss carryforwards and tax credit carryforwards
- Compute the valuation allowance with consideration given to items that are allowed to reduce the need for an allowance
- Apply the reporting and disclosure requirements to practical situations
- Utilize a five-step approach for more complex situations including intraperiod tax allocations

HIGHLIGHTS

- Basic theory for accounting for income taxes as a refresher
- Worksheet approach to document and calculate the various elements of accounting for income taxes
- Application of the worksheet approach to advanced applications of SFAS No. 109 and FIN 48
- Temporary differences
- Principles of reporting and disclosures under SFAS No. 109
- Accounting for uncertainty in income taxes under FIN 48
- Business combinations and fair value issues
- Intraperiod tax allocation
- Regulated enterprises, leveraged leases and quasi-reorganizations

WHO WILL BENEFIT

- Experienced accountants in industry who are involved in financial reporting
- Experienced CPA firm audit or tax seniors (and above)

LEVEL

Intermediate

CPE CREDIT HOURS

Classroom: 8
(Accepted for CMA and CFM continuing education credit)

NASBA FIELD OF STUDY

8-Accounting

PREREQUISITE

Significant experience in accounting and financial reporting

UPDATED CONTENT AVAILABLE

5/15/2010

COURSE ACRONYM

Public Seminar: AIT
On-Site Training: AIT

Available in a 4-hour version
(CL4AIT).